Decision 06-09-044

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Establish Policies and Rules to Ensure Reliable, Long-Term Supplies of Natural Gas to California

Rulemaking 04-01-025 (Filed January 22, 2004)

ORDER CORRECTING ERROR IN DECISION 06-09-039

It has come to the Commission's attention that Decision (D.) 06-09-039 contained an error in Ordering Paragraph No. 11 which made reference to a non-existent investor owned utility. Ordering Paragraph No. 11 of the final decision incorrectly read, in part: "We expect PG&E, SDG&E and the Southern California Electric Company to demonstrate, as part of the integrated resource planning process, that they have taken all necessary steps to ensure gas supply." Instead, the first sentence should reference the "Southern California Edison Company."

Therefore, under the authority of Resolution A-4661, **IT IS ORDERED** that:

1. Ordering Paragraph 11 is modified to read:

We expect PG&E, SDG&E and the Southern California Edison Company to demonstrate, as part of the integrated resource planning process, that they have taken all necessary steps to ensure gas supply. As part of each planning cycle, they shall actively consider the role of firm interstate capacity and report on their reasons for pursuing the strategy that they propose. We also expect the electric utilities to inject and withdraw storage gas consistently, as part of the annual

251070 - 1 -

fuel supply cycle. As is true with other aspects of gas infrastructure and supply reserve, the electric utilities should define and work toward achieving a storage goal that is quantitatively related to the nature of their resource portfolios and the level of gas usage. This, too, should be developed and explained fully as part of each procurement plan.

2. Rulemaking 04-01-025 remains open.

This order is effective today.

Dated September 26, 2006, at San Francisco, California.

/s/ PAUL CLANON (for Steve Larson)

STEVE LARSON Executive Director